

~~SECRET~~

3 August 1965

MEMORANDUM FOR: Executive Secretary of the EIC

FROM : Chairman, EIC Subcommittee on Shipbuilding

SUBJECT : Annual Report of the EIC Subcommittee on  
Shipbuilding for Fiscal Year 1965

REFERENCE : Your Memorandum of 21 June 1965,  
Control No. 3401, EIC-D-591

The Annual Report of the EIC Subcommittee on Shipbuilding is submitted herewith in compliance with your request in the referenced memorandum.

25X1A9a  
Chairman, Shipbuilding Subcommittee  
Economic Intelligence Committee

Enclosure:  
a/s

25X1A9a cc: [REDACTED]  
Chairman, Shipbuilding  
Subcommittee, Economic  
Intelligence Committee

Distribution:  
Orig. & 1 - Addressee  
1 - EIC File  
1 - Chrono

25X1A9a ORR/F/NS: [REDACTED]; emr/x4287 (3 Aug 1965)

~~SECRET~~

GROUP 1  
Excluded from automatic  
downgrading and  
declassification

~~SECRET~~

Subcommittee on Shipbuilding  
of the  
Economic Intelligence Committee

Annual Report FY 1965

A. Activities of the Subcommittee

1. Review of the Intelligence Product

The Subcommittee produced no substantive reports during the year but promoted the discussion and evaluation of factors bearing on the major intelligence problems through the monthly meetings. During the year there was a significant increase in the value of and the impact on discussions because of the inclusion of all source material. One of the important results has been the impact on national estimates.

2. Research and Collection Deficiencies

The Subcommittee concerns itself routinely with the Priority National Intelligence Objectives, since discussions during the meetings normally bear on the relevant PNIO's. Additionally each member is provided with a copy of the quarterly revision to the PNIO's and attention is called to these revisions at the meetings.

3. Review of Substantive Papers

No substantive papers were submitted to the Subcommittee for formal review, although a total of 6 briefs and 7 studies were submitted for informal comment and review, of which 4 were submitted by ONI and 9 by CIA.

4. Review of Proposals for External Research

Nothing to report.

5. Maintenance of Agreed Basic Statistics

While the Subcommittee did not develop any agreed basic statistics during the year, in effect the informal comments and review did establish a body of statistics for which there was basic agreement. In addition, the areas for which no basic agreement could be reached became more clearly defined.

GROUP 1  
Excluded from automatic  
downgrading and  
declassification

~~SECRET~~

Subcommittee on Shipbuilding  
of the  
Economic Intelligence Committee

Annual Report FY 1965

A. Activities of the Subcommittee

1. Review of the Intelligence Product

The Subcommittee produced no substantive reports during the year but promoted the discussion and evaluation of factors bearing on the major intelligence problems through the monthly meetings. During the year there was a significant increase in the value of and the impact on discussions because of the inclusion of TKH material. One of the important results has been the impact on national estimates.

2. Research and Collection Deficiencies

The Subcommittee concerns itself routinely with the Priority National Intelligence Objectives, since discussions during the meetings normally bear on the relevant PNIO's. Additionally each member is provided with a copy of the quarterly revision to the PNIO's and attention is called to these revisions at the meetings.

3. Review of Substantive Papers

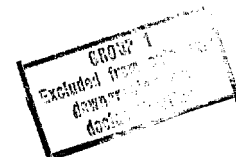
No substantive papers were submitted to the Subcommittee for formal review, although a total of 6 briefs and 7 studies were submitted for informal comment and review, of which 4 were submitted by ONI and 9 by CIA.

4. Review of Proposals for External Research

Nothing to report.

5. Maintenance of Agreed Basic Statistics

While the Subcommittee did not develop any agreed basic statistics during the year, in effect the informal comments and review did establish a body of statistics for which there was basic agreement. In addition, the areas for which no basic agreement could be reached became more clearly defined.



~~SECRET~~

6. Projects Undertaken at the Request of  
the EIC or Proposed to the EIC

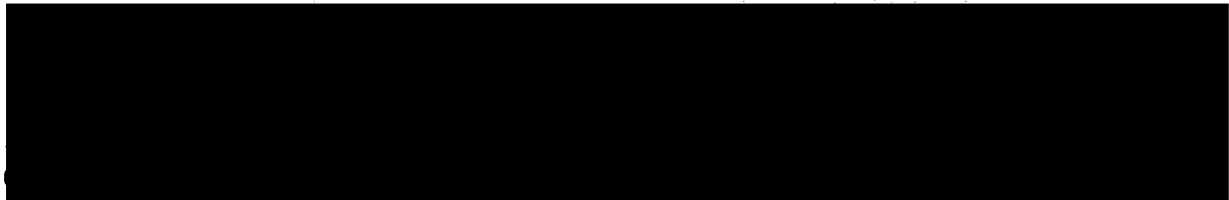
Nothing to report.

7. Intelligence Research Techniques

During the past year several specialists in the marine field were invited to speak on subjects of special interest, bringing to the Subcommittee's attention Western or US practice in fields that may be applicable to key intelligence problems.

8. Special Coordination Functions  
of the Subcommittee

25X1X7



9. Evaluation of the Role of the Subcommittee

The Subcommittee has a role that has become increasingly important because of the unique opportunity to discuss all-source intelligence, thereby providing a mechanism for the discussion of a broad spectrum of shipbuilding and related intelligence. A reflection of the importance of the role the Subcommittee now is playing is demonstrated in the increase in representation from an average of about 15 at each meeting earlier in the year, to an average now of about 45.

B Future Program of the Subcommittee

The current program of the Subcommittee will be continued.

~~SECRET~~